



Health Services
LOS ANGELES COUNTY

Los Angeles County
Board of Supervisors

Gloria Molina
First District

Yvonne B. Burke
Second District

Zev Yaroslavsky
Third District

Don Knabe
Fourth District

Michael D. Antonovich
Fifth District

Bruce A. Chernof, MD
Director and Chief Medical Officer

John R. Cochran III
Chief Deputy Director

William Loos, MD
Acting Senior Medical Officer

313 N. Figueroa Street, Suite 912
Los Angeles, CA 90012

Tel: (213) 240-8101
Fax: (213) 481-0503

www.ladhs.org

*To improve health
through leadership,
service and education.*



www.ladhs.org

June 15, 2006

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

**APPROVAL TO ACCEPT TWO GRANT AWARDS FROM QUEENSCARE
TO FUND EMERGENCY ROOM AND INPATIENT MEDICAL SERVICES
PROVIDED AT LAC+USC MEDICAL CENTER**

(First District) (3 Votes)

IT IS RECOMMENDED THAT FOLLOWING THE PUBLIC HEARING YOUR
BOARD:

1. Approve and instruct the Director of Health Services, or his authorized designee, to accept and sign a grant award, substantially similar to Exhibit I, from QueensCare to the LAC+USC Medical Center, to provide financial support to cover uncompensated expenditures for emergency room services provided in Fiscal Year (FY) 2004-05, to medically indigent patients who reside in QueensCare's primary service area, in the amount of \$895,800, at no net County cost.
2. Approve and instruct the Director of Health Services, or his authorized designee, to accept and sign a grant award, substantially similar to Exhibit II, from QueensCare to the LAC+USC Medical Center, to provide financial support to cover uncompensated expenditures for inpatient medical services provided in FY 2005-06, to medically indigent patients who reside in QueensCare's primary service area, in an amount up to \$5 million, at no net County cost.
3. Delegate authority to the Director of Health Services, or his authorized designee, to accept and sign future QueensCare grant awards substantially similar to Exhibit I and II respectively, to support emergency room and inpatient medical services for forthcoming FYs through FY 2009-10, upon review and approval by the Chief Administrative Office and County Counsel, and notification of the Board offices.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

Acceptance of the two grant awards will provide an amount up to \$5,895,800, for uncompensated emergency room and inpatient medical services provided at LAC+USC Medical Center (LAC+USC).

FISCAL IMPACT/FINANCING:

The QueensCare grant provides a total of \$895,800 to LAC+USC for uncompensated expenditures for emergency room services provided in Fiscal Year (FY) 2004-05, and an amount up to \$5 million for uncompensated expenditures for inpatient medical services provided in FY 2005-06, at no net County cost.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

Previously, QueensCare notified the Department of Health Services (DHS or Department) in late 2003 about their emergency room service fund and the possibility of providing an "Emergency Medical Services" grant to LAC+USC to offset its costs in providing emergency room services to medically indigent patients residing within QueensCare's primary service area during FY 2003-04. To be eligible to receive these funds from QueensCare, emergency room services (except those in conflict with the Catholic Bishop's Directive), must have been provided to a medically indigent patient (defined as a person whose family income is at or below 200% of the federal poverty level and who does not qualify for reimbursement from any payor including governmental reimbursement programs) who resides in QueensCare's primary service area (zip codes: 90004, 90005, 90006, 90020, 90026, 90027, 90028, 90029, 90038, and 90057).

On January 26, 2005, LAC+USC identified the number of medically indigent patients residing in QueensCare's primary service area to whom they had provided emergency room services and the amount of the associated uncompensated expenditures.

On March 22, 2005, QueensCare informed LAC+USC that QueensCare (Charitable Division) would award LAC+USC an "Emergency Medical Services" grant in the amount of \$716,046 for FY 2003-04. On March 31, 2005, the Board approved acceptance of the grant from QueensCare in the amount of \$716,046 for FY 2003-04.

On November 28, 2005, LAC+USC identified the number of medically indigent patients served for FY 2004-05. On December 23, 2005 QueensCare informed LAC+USC that QueensCare would award LAC+USC an "Emergency Medical Services" grant in the amount of \$895,800 for FY 2004-05.

In May 2006, QueensCare informed the DHS of the availability of inpatient medical services reimbursement funding for medically indigent patients residing in QueensCare primary service area . On June 14, 2006 QueensCare informed LAC+USC that QueensCare would award LAC+USC an "Inpatient Medical Services" grant in an amount up to \$5 million for FY 2005-06.

The two grants (Exhibit I and II) have been reviewed and approved as to form by County Counsel.

Attachment A provides additional information. Attachment B is the Grant Management Statement, which the Board instructed all County Departments to include in all Board letters for grant awards exceeding \$100,000.

The Honorable Board of Supervisors
June 15, 2006
Page 3

CONTRACTING PROCESS

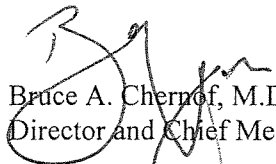
Not applicable. It is not appropriate to advertise grant awards on the Los Angeles (L.A.) County Online Web Site as a contract/business opportunity.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommended action will assist LAC+USC in continuing its efforts to provide emergency and inpatient medical services to uninsured low-income patients.

When approved, this Department requires three signed copies of the Board's action.

Respectfully submitted,



Bruce A. Chernof, M.D.
Director and Chief Medical Officer

BAC:gti
BLCDQCARE2.GI.wpd

Attachments (3)

c: Chief Administrative Officer
County Counsel
Executive Officer, Board of Supervisors

SUMMARY OF AGREEMENT

1. **TYPE OF SERVICES:**

Two grants from QueensCare for uncompensated emergency room and inpatient services provided to indigent patients.

2. **AGENCY INFORMATION:**

QueensCare (Charitable Division)
1300 North Vermont Avenue, Suite 1002
Los Angeles, California 90027-6005
Attention: Ms. Eleanor Aguilar
Vice President Programs
Telephone Number: (323) 953-7333
FAX Number: (323) 953-6244
Electronic Mail (e-mail) Address: eaguilar@queenscare.org

3. **FINANCIAL INFORMATION:**

The QueensCare grant provides a total of \$895,800 to LAC+USC for uncompensated expenditures for emergency room services provided in Fiscal Year (FY) 2004-05, and an amount up to \$5 million for uncompensated expenditures for inpatient medical services provided in FY 2005-06, at no net County cost.

4. **GEOGRAPHIC AREA TO BE SERVED:**

LAC+USC Healthcare Network.

5. **DESIGNATED ACCOUNTABLE FOR PROJECT MONITORING:**

Pete Delgado, Chief Executive Officer, LAC+USC Healthcare Network.

6. **APPROVALS:**

LAC+USC Healthcare Network:	Pete Delgado, Chief Executive Officer
Contract and Grants Division:	Cara O'Neill, Chief
County Counsel (approval as to form):	Elizabeth J. Freedman, Senior Deputy County Counsel

Los Angeles County Chief Administrative Office
Grant Management Statement for Grants Exceeding \$100,000

Department: Health Services

Grant Project Title and Description

QueensCare Grant Award for Emergency Room Care Services Provided at the Los Angeles County + University of Southern California (LAC+USC) Medical Center

Funding Agency	Program (Fed. Grant #/State Bill or Code #)	Grant Acceptance Deadline
QueensCare	None	None

Total Amount of Grant Funding:	\$895,800	County Match Requirements	None
Grant Period:	7/01/04-6/30/05	Begin Date:	07/01/04
		End Date:	06/30/05
Number of Personnel Hired Under this Grant:	None	Full Time	0
		Part Time	0

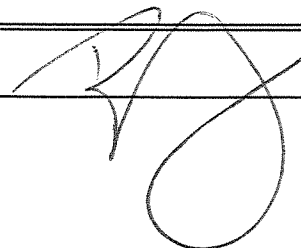
Obligations Imposed on the County When the Grant Expires

Will all personnel hired for this program be informed this is a grant funded program?	Yes	<u>NA</u>	No	_____
Will all personnel hired for this program be placed on temporary ("N") items?	Yes	<u>NA</u>	No	_____
Is the County obligated to continue this program after the grant expires	Yes	<u>NA</u>	No	_____
If the County is not obligated to continue this program after the grant expires, the Department will:				
a). Absorb the program cost without reducing other services	Yes	<u>X</u>	No	_____
b). Identify other revenue sources	Yes	<u>X</u>	No	_____
(Describe) LAC+USC Healthcare Network budget.				
c). Eliminate or reduce, as appropriate, positions/program costs funded by this grant.	Yes	<u>NA</u>	No	_____

Impact of additional personnel on existing space:

Other requirements not mentioned above

Department Head Signature



Date 6/14/06

Los Angeles County Chief Administrative Office
Grant Management Statement for Grants Exceeding \$100,000

Department: Health Services

Grant Project Title and Description

QueensCare Grant Award for Inpatient Medical Services Provided at the Los Angeles County + University of Southern California (LAC+USC) Medical Center

Funding Agency	Program (Fed. Grant #/State Bill or Code #)	Grant Acceptance Deadline
QueensCare	None	None

Total Amount of Grant Funding:	\$5,000,000	County Match Requirements	None
Grant Period:	7/01/05-6/30/06	Begin Date:	07/01/05
		End Date:	06/30/06
Number of Personnel Hired Under this Grant:	None	Full Time	0
		Part Time	0

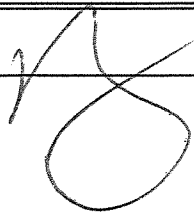
Obligations Imposed on the County When the Grant Expires

Will all personnel hired for this program be informed this is a grant funded program?	Yes	NA	No	_____
Will all personnel hired for this program be placed on temporary ("N") items?	Yes	NA	No	_____
Is the County obligated to continue this program after the grant expires	Yes	NA	No	_____
If the County is not obligated to continue this program after the grant expires, the Department will:				
a). Absorb the program cost without reducing other services	Yes	X	No	_____
b). Identify other revenue sources	Yes	X	No	_____
(Describe) LAC+USC Healthcare Network budget.				
c). Eliminate or reduce, as appropriate, positions/program costs funded by this grant.	Yes	NA	No	_____

Impact of additional personnel on existing space:

Other requirements not mentioned above

Department Head Signature



Date

6/16/06

TERRY A. BONECUTTER
President & CEO

BARBARA BRANDLIN PULLEY
Senior Vice President
Chair, Management Committee

JJ. BRANDLIN
Co-Chair, Planning Committee

ARTHUR W. BARRON
Chair
Finance Committee

DIRECTORS

Edward J. Avila
Chair

Ivan Abbott Houston
Vice Chair

Mary Elizabeth Barron
Secretary

Terry A. Bonecutter
William G. Filice
Patrick K. Hines
Yang Il Kim

Francis X. McNamara, Jr.
Sister Judy Murphy
Gene A. Nuziard

John B. Orr, Ph.D.
Tom Owenson

Barbara Brandlin Pulley
Joan Seidel
Ruy Sweet

CHARITABLE
DIVISION BOARD

Hon. Newton R. Russell
Chair

Lois Seffian
Vice Chair

J. Norman O'Neill, Jr.,
Secretary

Joan Sanders Baker
Mary Elizabeth Barron

Les Benson
Bernice Z. Brown, M.D.

Guillermo Gonzalez
Dorothy Graff

Archbishop Vatche Hovsepian
Mr. Kim L. Hunter

Hon. Richard Katz
John N. Langfitt, Th.D.

Mrs. Young Ran Lee
Timothy Lefevre, M.D.

Karen Maiorini, R.N.
Rev. Msgr. Jeremiah Murphy

John B. Orr, Ph.D.
Tom Owenson

John B. Reuen, Jr.
Madelaine Stoner, Ph.D.

Peter J. Tavior
David Walsh

Hon. Michael Woo
Mary Carleen Woodward

QueensCare
"Bringing Healthcare to the Community"



December 23, 2005

Mr. Pete Delgado, CEO
LAC/USC General Hospital
1200 North State Street
Los Angeles, CA 90033

RE: EMSF award letter

Dear Mr. Delgado,

The purpose of the Emergency Medical Services Fund is to provide for Medically Indigent persons residing within the Primary Service Area at general acute care hospitals licensed for a basic or comprehensive emergency services room ("Emergency Room") located in the Primary and Secondary Service Areas.

In any Fiscal year, a grant shall be allocated among the Participating Hospitals in the ratio of the amount of each Participating Hospital's number of Emergency room visits during such year by Medically Indigent residents of the Primary Service area ("claims") to the total number of Emergency room visits by Medically Indigent residents of the Primary Service Area during such year to all of the Participating Hospitals.

According to your records, LAC/USC treated 3,886 patients in FY 2005. Based on this information, we are happy to award LAC/USC the amount of \$895,800 for your fiscal year 2005. Please call Terry A. Bonecutter at (323) 953-7334 if you have any questions.

Sincerely,

Rafeal Clements

Rafeal Clements
Grants Administrator



TERRY A. BONECUTTER
President & CEO

BARBARA BRANDLIN PULLEY
Executive Vice President
Chair Management Committee

LEE E. HUEY, CPA
Chief Financial Officer

FOUNDERS June 14, 2006

J.J. BRANDLIN
ARTHUR W. BARRON

Mr. Pete Delgado
Chief Executive Officer

DIRECTORS LAC/USC General Hospital
Los Angeles, CA 90033

Edward J. Avila
Chair

Sister Judy Murphy, (SJ)
Secretary

RE: Inpatient Healthcare Fund Award Letter

Joan Sanders Baker
Arthur W. Barron
Terry A. Bonecutter
James H. English
Javier ("Jay") Guerrero
Patrick K. Hines
Sister Mary Elizabeth Imler, OSF
Rev. Msgr. Jeremiah Murphy
Gene A. Nizinski
John B. Orr, Ph.D.
Barbara Brandlin Pulley
John B. Raven
Hon. Newton R. Russell

Dear Mr. Delgado:

The purpose of QueensCare's Inpatient Healthcare Fund is to provide, directly or indirectly, inpatient healthcare for medically indigent persons residing within QueensCare's Service Area. Such inpatient healthcare shall be provided only at or by Qualified Hospital Recipients. This grant is provided to LAC/USC as a Qualified Hospital under Article III of QueensCare's Amended and Restated Articles of Incorporation. The grant will pay for care provided to patients that were below 200% of the Federal Poverty Level, had no insurance coverage of any type, resided in QueensCare's Primary Service Area, were admitted to an inpatient facility for more than 24 hours, and received services between July 1, 2005, and June 30, 2006.

CHARITABLE
DIVISION BOARD
Lois Saffian
Chair

J. Norman O'Neill, Jr.
Secretary

According to the materials that you provided, LAC/USC treated 83 patients between July 1, 2005, and June 30, 2006, who fall within the criteria set forth above for a grant from QueensCare. Based on this information, QueensCare will pay LAC/USC for these patients with a grant of up to \$5 million.

If you have any questions about this grant, please contact me at (323) 953-7334.

Sincerely,

Terry A. Bonecutter
President and CEO

Archbishop Vatche Hovsepian
Mr. Kim L. Hunter
Hon. Richard Katz
Van Kelsey
Kathy Kim
Timothy Lefevre, M.D.
Katen Maloren, R.N.
Rev. Msgr. Jeremiah Murphy
John B. Orr, Ph.D.
Tom Owenson
Ruth Reilly
Hon. Newton R. Russell
William Shaw
Madeleine Stoner, Ph.D.
Ray Sweet
David Walsh
Hon. Michael Woo
Bertie Woods
Mary Charlotte Woodward